

Message Text

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PAGE 01 KUALA 03425 170918Z

45

ACTION TRSE-00

INFO OCT-01 EA-11 ISO-00 AGR-20 IO-14 L-03 SP-03 AID-20

EB-11 NSC-07 RSC-01 CIEP-02 SS-20 STR-08 OMB-01

CEA-02 CIAE-00 COME-00 FRB-03 INR-11 NSAE-00 XMB-07

OPIC-12 LAB-06 SIL-01 DRC-01 /165 W

----- 014648

R 170910Z JUL 74

FM AMEMBASSY KUALA LUMPUR

TO SECSTATE WASHDC 7525

INFO AMEMBASSY MANILA

LIMITED OFFICIAL USE KUALA LUMPUR 3425

MANILA PASS USADB

FOR NAC AGENCIES

E.O. 11652: DECLAS 10/15/74

TAGS: EAID EFIN MY

SUBJECT: PROPOSED ADB LOAN FOR SABAH LAND DEVELOPMENT
PROJECT (MALAYSIA)

REF: MANILA 8445

1. EMBASSY AGREES WITH PARA 9 REFTEL. GOM DOES ACCORD
HIGH PRIORITY LAND DEVELOPMENT PROGRAMS AND SABAH PROJECT
APPEARS TECHNICALLY FEASIBLE AND ECONOMICALLY SOUND.

2. RE PARA 10 REFTEL GOM DOES ENJOY CONFORTABLE BALANCE
OF PAYMENTS AND DEBT SERVICE POSITION. GOM ALSO HAS
SUBSTANTIAL EXCESS LIQUIDITY PRESENT TIME. FORMER
MINISTER FINANCE TUN TAN SIEW SIN, WHO STILL INFLUENTIAL
AND RESPECTED FIGURE FINANCIAL CIRCLES EVEN THOUGH
RETIRED, RECENTLY SUGGESTED IN PUBLIC SPEECH THAT WORLD
BANK AND ADB CONSIDER UTILIZING MALAYSIAN CURRENCY,
ONE OF WORLD'S STRONGEST AND MOST STABLE CURRENCIES,
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PAGE 02 KUALA 03425 170918Z

FOR LOAN ACTIVITIES. THIS WOULD BENEFIT MALAYSIA BY

ABSORBING SOME EXCESS LIQUIDITY AND PUTTING MALAYSIAN
MONEY TO WORK OUTSIDE MALAYSIA.

3. EMBASSY ASSUMES REASONS STATED PARA 10 OF LONG
GESTATION PERIOD OF PALM OIL PROJECTS AND TIGHT CASH
FLOW SABAH LAND DEVELOPMENT BOARD SUFFICIENT JUSTIFICA-
TION AND CONSISTENT WITH ADB GUIDELINES FOR ADB EXTEND
US DOLS 14.0 MILLION LOAN FINANCE FOREX COSTS.
UNDERHILL

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LAND, DEVELOPMENT LOANS, DEVELOPMENT PROGRAMS
Control Number: n/a
Copy: SINGLE
Draft Date: 17 JUL 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974KUALA03425
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740191-0942
From: KUALA LUMPUR
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740742/aaaabjtl.tel
Line Count: 70
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: MANILA 8445
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 07 AUG 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <07-Aug-2002 by martinml>; APPROVED <27 MAR 2003 by GolinoFR>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: PROPOSED ADB LOAN FOR SABAH LAND DEVELOPMENT PROJECT (MALAYSIA)
TAGS: EAID, EFIN, MY, ADB-1
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005